KONCRUSS, INC	P.O. Drawer 1349
	Jena, Louisiana 71342
	1310 Pine Street Extension
	10403 000 44EC ID 3

1310 Pine Street Extension [318] 992-4156 – Telephone [318] 992-4461 – Fax ironcrossinc@centurytel.net

26 October 2005

Honorable James H. Welsh Commissioner of Conservation Office of Conservation P.O. Box 94275 Baton Rouge, Louisiana 70804-4275

Re: APPLICATION FOR PUBLIC HEARING
JSB, LLC (OPERATOR CODE: J074)
ALTERNATE UNIT WELL AT EXCEPTION
TO SPACING PROVISIONS
WX A RA SUI; MCMURRY NO. 7
SOUTH JENA FIELD
LASALLE PARISH, LOUISIANA

Application is hereby made on behalf of JSB, LLC (Applicant) to the Commissioner of Conservation for calling of public hearing, after legal notice, to consider evidence relative to issuance of an order pertaining to the following matters concerning Wilcox A Zone, Reservoir A, SUI, South Jena Field, LaSalle Parish, Louisiana.

- 1) To grant an exception to the spacing provision of Office of Conservation Order 1231-C, so as to permit the applicant to complete, designate and utilize the JSB, LLC McMurry No. 7 Well as an alternate unit well for production of oil and gas or gas and condensate from the Wilcox A Zone, Reservoir A within the unit designated WX A RA SUI, South Jena Field, LaSalle Parish, Louisiana; such well location being shown on the attached unit plat and made a part hereof.
- 2) To determine that the requested completion wellbore will enable a more effective and efficient drainage of a portion of the reservoir which could not otherwise be drained by any other well located therein, absent approval of the exception to spacing provision.
- 3) To designate JSB, LLC as Operator of such alternate unit well.
- 4) To consider any and all other matters as the Commissioner of Conservation may deem pertinent and appropriate concerning this application and request.

Office of Conservation Order No. 1231-C was promulgated effective 01 January 1986, and established rules, regulations and created drilling/production units for the Wilcox A through B Zones of Reservoir A, in the South Jena Field, LaSalle Parish, Louisiana. Item No. 5 (Finding No. 7) of Order No. 1231-C provides that any future wells drilled within or outside the units created herein should be located not less than 330 feet from any unit boundary and not less than 660 feet from any other well completed in, drilling to or for which a permit has been granted to drill to such zone.

The Wilcox A Zone, Reservoir A, in the South Jena Field of LaSalle Parish, Louisiana was defined as being that oil and gas or gas and condensate bearing interval encountered between the depths of 2,471 feet and 3,410 feet (electric log measurement) in the Hogan Exploration Company- McMurry No. 2 Well, located in Section 28, Township 8 North, Range 3 East, LaSalle Parish, Louisiana.

The originally designated unit well for WX A RA SUI tract (JSB, LLC-McMurry No. 1 Well) previously produced from the said unit/reservoir but was Plugged & Abandoned by operator per Office of Conservation P&A Report dated 28 June 2004.

Pertinent data concerning this application is available for inspection at the office of Earl W. Peavy, 1310 Pine Street Extension, Jena, Louisiana 71342. Any person wishing to inspect such data should call Earl W. Peavy at 318-992-4156 during normal business hours in order to arrange a date and time for such inspection. A copy of such pertinent data, that is otherwise not available from Office of Conservation, can be obtained at the expense of the requesting party.

The subject matter of this application does not require a pre-application notice nor pre-hearing conference. Accordingly, no notice has been issued, and it is requested that the hearing be held after the necessary ten (10) day delay following legal advertisement.

Pursuant to the revised Rules of Procedure, Applicant has made a reasonable effort to obtain the names and addresses of all Interested Owners, Interested Parties and Represented Parties to whom this notice of application is being sent. A copy of this letter and the attached plat is being sent to the District Manager of the Monroe District Office of Conservation and to the Interested Owners, Interested Parties and Represented Parties as shown on the attached list.

We are enclosing our check in the amount of \$755.00, made payable to the Office of Conservation, to cover the applicable hearing fee.

Sincerely,

Earl W. Peavy for

JSB, LLC

cc: Clarence Chandler, Manager-Monroe District Office of Conservation Interested Owners, Interested Parties and Represented Parties Kevin Windham, Assistant Manager – JSB, LLC, Jena, LA Encl(3)

